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1ST SESSION

H. R. 850

IN THE SENATE OF THE UNITED STATES

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Received; read twice and referred to the Committee on Banking, Housing, and
Urban Affairs

AN ACT

To impose additional human rights and economic and financial sanctions with respect to Iran, and for other purposes.

1 *Be it enacted by the Senate and House of Representa-*
2 *tives of the United States of America in Congress assembled,*

1 **SECTION 1. SHORT TITLE AND TABLE OF CONTENTS.**

2 (a) SHORT TITLE.—This Act may be cited as the
3 “Nuclear Iran Prevention Act of 2013”.

4 (b) TABLE OF CONTENTS.—The table of contents for
5 this Act is as follows:

Sec. 1. Short title and table of contents.

Sec. 2. Findings and statement of policy.

TITLE I—HUMAN RIGHTS AND TERRORISM SANCTIONS

Sec. 101. Mandatory sanctions with respect to financial institutions that engage in certain transactions on behalf of persons involved in human rights abuses or that export sensitive technology to Iran.

Sec. 102. Prevention of diversion of certain goods, services and technologies to Iran.

Sec. 103. Designation of Iran’s Revolutionary Guard Corps as foreign terrorist organization.

Sec. 104. Imposition of sanctions on certain persons responsible for or complicit in human rights abuses, engaging in censorship, or engaging in the diversion of goods intended for the people of Iran.

Sec. 105. Sense of Congress on elections in Iran.

Sec. 106. Sense of Congress on designation of a Special Coordinator for advancing human rights and political participation for women in Iran.

TITLE II—ECONOMIC AND FINANCIAL SANCTIONS

Subtitle A—Amendments to Iran Sanctions Act of 1996

Sec. 201. Transfer to Iran of goods, services, or technology that would materially contribute to Iran’s ability to mine or mill uranium.

Sec. 202. Repeal of waiver of sanctions relating to development of weapons of mass destruction or other military capabilities.

Subtitle B—Amendments to Comprehensive Iran Sanctions, Accountability, and Divestment Act of 2010 and Iran Threat Reduction and Syria Human Rights Act of 2012

Sec. 211. Modifications to prohibition on procurement contracts with persons that export sensitive technology to Iran.

Sec. 212. Authority of State and local governments to avoid exposure to sanctioned persons and sectors.

Sec. 213. Sense of Congress regarding the European Central Bank.

Sec. 214. Imposition of sanctions with respect to certain transactions in foreign currencies.

Sec. 215. Sanctions with respect to certain transactions with Iran.

Subtitle C—Other Matters

Sec. 221. Imposition of sanctions with respect to the Central Bank of Iran and other Iranian financial institutions.

- Sec. 222. Imposition of sanctions with respect to ports, special economic zones, free economic zones, and strategic sectors of Iran.
- Sec. 223. Report on determinations not to impose sanctions on persons who allegedly sell, supply, or transfer precious metals to or from Iran.
- Sec. 224. Imposition of sanctions with respect to foreign financial institutions that facilitate financial transactions on behalf of persons owned or controlled by specially designated nationals.
- Sec. 225. Repeal of exemptions under sanctions provisions of National Defense Authorization Act for Fiscal Year 2013.
- Sec. 226. Termination of government contracts with persons who sell goods, services, or technology to, or conduct any other transaction with, Iran.
- Sec. 227. Conditions for entry and operation of vessels.

TITLE III—ADDITIONAL AUTHORITIES TO PREVENT CENSORSHIP ACTIVITIES IN IRAN

- Sec. 301. Report on implementation of sanctions against the Islamic Republic of Iran Broadcasting.
- Sec. 302. List of persons who are high-risk re-exporters of sensitive technologies.
- Sec. 303. Sense of Congress on provision of intercept technologies to Iran.
- Sec. 304. Sense of Congress on availability of consumer communication technologies in Iran.
- Sec. 305. Expedited consideration of requests for authorization of transfer of goods and services to Iran to facilitate the ability of Iranian persons to freely communicate.

TITLE IV—REPORTS AND OTHER MATTERS

- Sec. 401. National Strategy on Iran.
- Sec. 402. Report on Iranian nuclear and economic capabilities.
- Sec. 403. Report on plausibility of expanding sanctions on Iranian oil.
- Sec. 404. GAO report on Iranian strategy to evade current sanctions and other matters.
- Sec. 405. Authority to consolidate reports required under Iran sanctions laws.
- Sec. 406. Amendments to definitions under Iran Sanctions Act of 1996 and Iran Threat Reduction and Syria Human Rights Act of 2012.
- Sec. 407. Rule of construction.
- Sec. 408. Implementation; penalties.
- Sec. 409. Severability.

1 **SEC. 2. FINDINGS AND STATEMENT OF POLICY.**

2 (a) FINDINGS.—Congress finds the following:

3 (1) Iran’s acquisition of a nuclear weapons ca-
4 pability would—

5 (A) embolden its already aggressive foreign
6 policy, including its arming of terrorist organi-
7 zations and other groups, its efforts to desta-

1 bilize countries in the Middle East, and its ef-
2 forts to target the United States, United States
3 allies, and United States interests globally;

4 (B) increase the risk that Iran would share
5 its nuclear technology and expertise with ex-
6 tremist groups and rogue nations;

7 (C) destabilize global energy markets, pos-
8 ing a direct and devastating threat to the
9 American and global economy; and

10 (D) likely lead other governments in the
11 region to pursue their own nuclear weapons
12 programs, increasing the prospect of nuclear
13 proliferation throughout the region and effec-
14 tively ending the viability of the global non-
15 proliferation regime, including the Treaty on
16 the Non-Proliferation of Nuclear Weapons,
17 done at Washington, London, and Moscow July
18 1, 1968, and entered into force on March 5,
19 1970.

20 (2) A nuclear arms-capable Iran possessing
21 intercontinental ballistic missiles, a development
22 most experts expect could occur within a decade,
23 would pose a direct nuclear threat to the United
24 States.

1 (b) STATEMENT OF POLICY.—It shall be the policy
2 of the United States to prevent Iran from acquiring a nu-
3 clear weapons capability.

4 **TITLE I—HUMAN RIGHTS AND**
5 **TERRORISM SANCTIONS**

6 **SEC. 101. MANDATORY SANCTIONS WITH RESPECT TO FI-**
7 **NANCIAL INSTITUTIONS THAT ENGAGE IN**
8 **CERTAIN TRANSACTIONS ON BEHALF OF**
9 **PERSONS INVOLVED IN HUMAN RIGHTS**
10 **ABUSES OR THAT EXPORT SENSITIVE TECH-**
11 **NOLOGY TO IRAN.**

12 (a) IN GENERAL.—Section 104(c)(2) of the Com-
13 prehensive Iran Sanctions, Accountability, and Divestment
14 Act of 2010 (22 U.S.C. 8513(c)(2)) is amended—

15 (1) in subparagraph (D), by striking “or” at
16 the end;

17 (2) in subparagraph (E), by striking the period
18 at the end and inserting “; or”; and

19 (3) by adding at the end the following new sub-
20 paragraph:

21 “(F) facilitates a significant transaction or
22 transactions or provides significant financial
23 services for—

1 “(i) a person that is subject to sanc-
2 tions under section 105(c), 105A(c),
3 105B(c), or 105C(a); or

4 “(ii) a person that exports sensitive
5 technology to Iran and is subject to the
6 prohibition on procurement contracts as
7 described in section 106.”.

8 (b) EFFECTIVE DATE.—The amendments made by
9 subsection (a) take effect on the date of the enactment
10 of this Act and apply with respect to any activity described
11 in subparagraph (F) of section 104(c)(2) of the Com-
12 prehensive Iran Sanctions, Accountability, and Divestment
13 Act of 2010 (as added by subsection (a)(3) of this section)
14 initiated on or after the date that is 90 days after such
15 date of enactment.

16 (c) REGULATIONS.—Not later than 90 days after the
17 date of the enactment of this Act, the Secretary of the
18 Treasury shall prescribe regulations to carry out the
19 amendments made by subsection (a).

20 **SEC. 102. PREVENTION OF DIVERSION OF CERTAIN GOODS,**
21 **SERVICES AND TECHNOLOGIES TO IRAN.**

22 (a) DEFINITIONS.—Section 301(1) of the Com-
23 prehensive Iran Sanctions, Accountability, and Divestment
24 Act of 2010 (22 U.S.C. 8541(1)) is amended by striking

1 “knows or has reason to know” and inserting “knows, has
2 reason to know, or should have known”.

3 (b) IDENTIFICATION OF COUNTRIES OF CONCERN
4 WITH RESPECT TO THE DIVERSION OF CERTAIN GOODS,
5 SERVICES, AND TECHNOLOGIES TO OR THROUGH IRAN.—
6 Section 302(b) of the Comprehensive Iran Sanctions, Ac-
7 countability, and Divestment Act of 2010 (22 U.S.C.
8 8542(b)) is amended—

9 (1) in paragraph (1), by striking “or” at the
10 end;

11 (2) in paragraph (2), by striking the period at
12 the end and inserting “; or”; and

13 (3) by adding at the end the following new
14 paragraph:

15 “(3) that are—

16 “(A) items described in the Nuclear Sup-
17 pliers Group Guidelines for the Export of Nu-
18 clear Material, Equipment and Technology
19 (published by the International Atomic Energy
20 Agency as Information Circular INFCIRC/254/
21 Rev. 3/Part 1, and subsequent revisions) and
22 Guidelines for Transfers of Nuclear-Related
23 Dual-Use Equipment, Material, and Related
24 Technology (published by the International
25 Atomic Energy Agency as Information Circular

1 INFCIRC/254/Rev. 3/Part 2, and subsequent
2 revisions);

3 “(B) items on the Missile Technology Con-
4 trol Regime Equipment and Technology Annex
5 of June 11, 1996, and subsequent revisions;

6 “(C) items and substances relating to bio-
7 logical and chemical weapons the export of
8 which is controlled by the Australia Group;

9 “(D) items on the Schedule One or Sched-
10 ule Two list of toxic chemicals and precursors
11 the export of which is controlled pursuant to
12 the Convention on the Prohibition of the Devel-
13 opment, Production, Stockpiling and Use of
14 Chemical Weapons and on Their Destruction;
15 or

16 “(E) items on the Wassenaar Arrangement
17 list of Dual Use Goods and Technologies and
18 Munitions list of July 12, 1996, and subsequent
19 revisions.”.

20 (c) DESTINATIONS OF DIVERSION CONCERN.—Sec-
21 tion 303(c) of the Comprehensive Iran Sanctions, Ac-
22 countability, and Divestment Act of 2010 (22 U.S.C.
23 8543(c)) is amended—

24 (1) by striking “Not later than” and inserting
25 the following:

1 “(1) IN GENERAL.—Not later than”; and
2 (2) by adding at the end the following new
3 paragraph:

4 “(2) ADDITIONAL MEASURES.—

5 “(A) IN GENERAL.—Except as provided in
6 this section, the President may impose restric-
7 tions on United States foreign assistance or
8 measures authorized under the International
9 Emergency Economic Powers Act with respect
10 to a country designated as a country of diver-
11 sion concern if the President determines such
12 restrictions or measures would prevent the
13 transfer of United States-origin goods, services,
14 and technology to Iran.

15 “(B) EXCEPTION.—The authority to im-
16 pose sanctions under subparagraph (A) shall
17 not include the authority to impose sanctions
18 relating to the importation of goods.

19 “(C) GOOD DEFINED.—In this paragraph,
20 the term ‘good’ has the meaning given that
21 term in section 16 of the Export Administration
22 Act of 1979 (50 U.S.C. App. 2415) (as contin-
23 ued in effect pursuant to the International
24 Emergency Economic Powers Act (50 U.S.C.
25 1701 et seq.)).”.

1 (d) EFFECTIVE DATE.—The amendments made by
2 this section take effect on the date of the enactment of
3 this Act and apply with respect to countries identified in
4 any update to the report that is required under section
5 302(c) of the Comprehensive Iran Sanctions, Account-
6 ability, and Divestment Act of 2010 and submitted to
7 Congress on or after such date of enactment.

8 **SEC. 103. DESIGNATION OF IRAN’S REVOLUTIONARY**
9 **GUARD CORPS AS FOREIGN TERRORIST OR-**
10 **GANIZATION.**

11 (a) IN GENERAL.—Subtitle A of title III of the Iran
12 Threat Reduction and Syria Human Rights Act of 2012
13 (22 U.S.C. 8741 et seq.) is amended—

14 (1) by redesignating section 304 as section 305;
15 and

16 (2) by inserting after section 303 the following
17 new section:

18 **“SEC. 304. DESIGNATION OF IRAN’S REVOLUTIONARY**
19 **GUARD CORPS AS FOREIGN TERRORIST OR-**
20 **GANIZATION.**

21 “(a) IN GENERAL.—Not later than 30 days after the
22 date of the enactment of this section, the Secretary of
23 State shall determine if Iran’s Revolutionary Guard Corps
24 meets the criteria for designation as a foreign terrorist

1 organization as set forth in section 219 of the Immigration
2 and Nationality Act (8 U.S.C. 1189).

3 “(b) AFFIRMATIVE DETERMINATION.—If the Sec-
4 retary of State determines under subsection (a) that
5 Iran’s Revolutionary Guard Corps meets the criteria set
6 forth under such section 219, the Secretary shall designate
7 Iran’s Revolutionary Guard Corps as a foreign terrorist
8 organization under such section 219.

9 “(c) NEGATIVE DETERMINATION.—

10 “(1) IN GENERAL.—If the Secretary of State
11 determines under subsection (a) that Iran’s Revolu-
12 tionary Guard Corps does not meet the criteria set
13 forth under such section 219, the Secretary shall
14 submit to the committees of Congress specified in
15 subsection (e) a report that contains a detailed jus-
16 tification as to which criteria have not been met.

17 “(2) FORM.—The report required under para-
18 graph (1) shall be submitted in unclassified form,
19 but may contain a classified annex, if necessary.

20 “(d) APPLICABILITY OF SANCTIONS TO QUDS
21 FORCE.—The sanctions applied to any entity designated
22 as a foreign terrorist organization as set forth in such sec-
23 tion 219 shall be applied to the Iran’s Revolutionary
24 Guard Corps Quds Force.

1 “(e) COMMITTEES OF CONGRESS SPECIFIED.—The
 2 committees of Congress specified in this subsection are the
 3 following:

4 “(1) The Committee on Foreign Affairs, the
 5 Committee on the Judiciary, and the Committee on
 6 Homeland Security of the House of Representatives.

7 “(2) The Committee on Foreign Relations, the
 8 Committee on the Judiciary, and the Committee on
 9 Homeland Security and Governmental Affairs of the
 10 Senate.”.

11 (b) CLERICAL AMENDMENT.—The table of contents
 12 for the Iran Threat Reduction and Syria Human Rights
 13 Act of 2012 is amended by striking the item relating to
 14 section 304 and inserting the following:

“Sec. 304. Designation of Iran’s Revolutionary Guard Corps as foreign ter-
 rorist organization.

“Sec. 305. Rule of construction.”.

15 **SEC. 104. IMPOSITION OF SANCTIONS ON CERTAIN PER-**
 16 **SONS RESPONSIBLE FOR OR COMPLICIT IN**
 17 **HUMAN RIGHTS ABUSES, ENGAGING IN CEN-**
 18 **SORSHIP, OR ENGAGING IN THE DIVERSION**
 19 **OF GOODS INTENDED FOR THE PEOPLE OF**
 20 **IRAN.**

21 (a) FINDING AND SENSE OF CONGRESS.—Section
 22 401(a) of the Iran Threat Reduction and Syria Human
 23 Rights Act of 2012 (Public Law 112–158; 126 Stat.
 24 1251) is amended to read as follows:

1 “(a) FINDING AND SENSE OF CONGRESS.—

2 “(1) FINDING.—Congress finds that Iranian
3 persons holding the following positions in the Gov-
4 ernment of Iran are ultimately responsible for and
5 have and continue to knowingly order, control, direct
6 and implement gross violations of the human rights
7 of the Iranian people, the human rights of persons
8 in other countries, censorship, and the diversion of
9 food, medicine, medical devices, agricultural com-
10 modities and other goods intended for the Iranian
11 people:

12 “(A) The Supreme Leader of Iran.

13 “(B) The President of Iran.

14 “(C) Members of the Council of Guard-
15 ians.

16 “(D) Members of the Expediency Council.

17 “(E) The Minister of Intelligence and Se-
18 curity.

19 “(F) The Commander of the Iran’s Revo-
20 lutionary Guard Corps.

21 “(G) The Commander of the Basij-e-
22 Mostaz’afin.

23 “(H) The Commander of Ansar-e-
24 Hezbollah.

25 “(I) The Commander of the Quds Force.

1 “(J) The Commander in Chief of the Po-
2 lice Force.

3 “(K) Senior officials or key employees of
4 an organization described in any of subpara-
5 graphs (C) through (J) or in the Atomic En-
6 ergy Organization of Iran, the Islamic Consult-
7 ative Assembly of Iran, the Council of Ministers
8 of Iran, the Assembly of Experts of Iran, the
9 Ministry of Defense and Armed Forces Logis-
10 tics of Iran, the Ministry of Justice of Iran, the
11 Ministry of Interior of Iran, the prison system
12 of Iran, or the judicial system of Iran.

13 “(2) SENSE OF CONGRESS.—It is the sense of
14 Congress that—

15 “(A) the President should include any Ira-
16 nian person holding a position in the Govern-
17 ment of Iran described in paragraph (1) on one
18 or more of the lists of persons subject to sanc-
19 tions pursuant to section 105(b), 105A(b),
20 105B(b), or 105C(b) of the Comprehensive Iran
21 Sanctions, Accountability, and Divestment Act
22 of 2010 (22 U.S.C. 8514(b), 8514a(b),
23 8514b(b), or 8514c(b)); and

24 “(B) the President should impose sanc-
25 tions on such Iranian person pursuant to sec-

1 tion 105, 105A, 105B, or 105C of such Act (as
2 the case may be).”.

3 (b) ADDITIONAL FINDING AND SENSE OF CON-
4 GRESS.—Section 401 of the Iran Threat Reduction and
5 Syria Human Rights Act of 2012 (Public Law 112–158;
6 126 Stat. 1251) is amended—

7 (1) by redesignating subsection (b) as sub-
8 section (c); and

9 (2) by inserting after subsection (a) the fol-
10 lowing:

11 “(b) ADDITIONAL FINDING AND SENSE OF CON-
12 GRESS.—

13 “(1) FINDING.—Congress finds that other sen-
14 ior officials of the Government of Iran, its agencies
15 and instrumentalities, also have and continue to
16 knowingly order, control, direct, and implement
17 gross violations of the human rights of the Iranian
18 people and the human rights of persons in other
19 countries.

20 “(2) SENSE OF CONGRESS.—It is the sense of
21 Congress that—

22 “(A) the President should investigate viola-
23 tions of human rights described in paragraph
24 (1) to identify other senior officials of the Gov-
25 ernment of Iran that also have or continue to

1 knowingly order, control, direct, and implement
2 gross violations of human rights of the Iranian
3 people and the human rights of persons in other
4 countries;

5 “(B) the President should include any such
6 official on one or more of the lists of persons
7 subject to sanctions pursuant to section 105(b),
8 105A(b), 105B(b), or 105C(b) of the Com-
9 prehensive Iran Sanctions, Accountability, and
10 Divestment Act of 2010 (22 U.S.C. 8514(b),
11 8514a(b), 8514b(b), or 8514c(b)); and

12 “(C) the President should impose sanctions
13 on any such official pursuant to section 105,
14 105A, 105B, or 105C of such Act (as the case
15 may be).”.

16 (c) REPORT.—Section 401(c)(1) of the Iran Threat
17 Reduction and Syria Human Rights Act of 2012 (Public
18 Law 112–158; 126 Stat. 1251) (as redesignated by sub-
19 section (b) of this section) is amended—

20 (1) by striking “Not later than” and inserting
21 the following:

22 “(A) IN GENERAL.—Not later than”;

23 (2) by striking “this Act” and inserting “the
24 Nuclear Iran Prevention Act of 2013, and annually
25 thereafter for 3 years”;

1 (3) by striking “otherwise directing the commis-
2 sion of” and inserting “otherwise directing—

3 “(i) the commission of”;

4 (4) by striking “Iran.” and inserting “Iran;

5 “(ii) censorship or related activities
6 with respect to Iran; or

7 “(iii) the diversion of goods, food,
8 medicine, medical devices, and agricultural
9 commodities, intended for the people of
10 Iran.”;

11 (5) by striking “For any such person” and in-
12 serting the following:

13 “(B) REQUIREMENT RELATING TO PER-
14 SONS NOT INCLUDED.—For any such person”;
15 and

16 (6) by adding at the end the following new sub-
17 paragraph:

18 “(C) REQUIREMENT RELATING TO FINAN-
19 CIAL NET WORTH.—For each such person de-
20 scribed in subparagraph (A) and each such per-
21 son described in subparagraph (B), the Sec-
22 retary of State shall include in the report a de-
23 scription of the estimated net worth of the per-
24 son.”.

1 (d) ADDITIONAL REPORT.—Section 401 of the Iran
2 Threat Reduction and Syria Human Rights Act of 2012
3 (Public Law 112–158; 126 Stat. 1251), as amended by
4 this section, is further amended by adding at the end the
5 following new subsection:

6 “(d) ADDITIONAL REPORT.—

7 “(1) IN GENERAL.—Not later than 180 days
8 after the date of the enactment of the Nuclear Iran
9 Prevention Act of 2013, and annually thereafter for
10 3 years, the Secretary of State shall submit to the
11 appropriate congressional committees a detailed re-
12 port with respect to whether each person described
13 in subsection (a) or any family member of such per-
14 son has facilitated deceptive transactions for or on
15 behalf of any person subject to United States sanc-
16 tions concerning Iran in violation of Executive Order
17 13608 of May 1, 2012 (77 Fed. Reg. 26409; 50
18 U.S.C. 1701 note) or any other provision of law.

19 “(2) FAMILY MEMBER DEFINED.—In this sub-
20 section, the term ‘family member’ includes, with re-
21 spect to a person, any relative of such person to the
22 third degree of consanguinity.”.

23 (e) CONFORMING AMENDMENT.—The heading for
24 section 401 of the Iran Threat Reduction and Syria
25 Human Rights Act of 2012 (Public Law 112–158; 126

1 Stat. 1251) is amended by striking “**COMMITTED**
 2 **AGAINST**” and all that follows and inserting “, **ENGAG-**
 3 **ING IN CENSORSHIP, OR ENGAGING IN THE DIVER-**
 4 **SION OF GOODS INTENDED FOR THE PEOPLE OF**
 5 **IRAN.**”.

6 (f) CLERICAL AMENDMENT.—The table of contents
 7 for the Iran Threat Reduction and Syria Human Rights
 8 Act of 2012 is amended by striking the item relating to
 9 section 401 and inserting the following:

“Sec. 401. Imposition of sanctions on certain persons responsible for or
 complicit in human rights abuses, engaging in censorship, or
 engaging in the diversion of goods intended for the people of
 Iran.”.

10 **SEC. 105. SENSE OF CONGRESS ON ELECTIONS IN IRAN.**

11 (a) FINDINGS.—Congress makes the following find-
 12 ings:

13 (1) The Iranian people are systematically de-
 14 nied free, fair, and credible elections by the Govern-
 15 ment of the Islamic Republic of Iran.

16 (2) The unelected and unaccountable Guardian
 17 Council disqualifies hundreds of qualified candidates,
 18 including women and most religious minorities, while
 19 the regime intimidates others into staying out of
 20 elections completely.

21 (3) Voting inconsistencies, including an absence
 22 of international observers, and fraud are common-
 23 place.

1 (4) The 2009 presidential elections proved that
2 the regime will engage in large scale vote-rigging to
3 ensure a specific result.

4 (5) The Iranian regime combines electoral ma-
5 nipulation with the ruthless suppression of dissent.
6 Following the 2009 elections, peaceful demonstrators
7 were met with violence by the regime’s security ap-
8 paratus, including arbitrary detentions, beatings,
9 kidnappings, rapes, and murders.

10 (6) The electoral manipulation and human
11 rights violations are in violation of the Government
12 of Iran’s agreed to obligations under the United Na-
13 tions International Covenant on Civil and Political
14 Rights.

15 (b) SENSE OF CONGRESS.—It is the sense of the
16 Congress that—

17 (1) the Iranian people are deprived by their
18 government of free, fair, and credible elections;

19 (2) the United States should support freedom,
20 human rights, civil liberties, and the rule of law in
21 Iran, and elections that are free and fair, meet inter-
22 national standards, and allow independent inter-
23 national and domestic electoral observers unre-
24 stricted access to polling and counting stations; and

1 (3) the United States should support the people
2 of Iran in their peaceful calls for a representative
3 and responsive democratic government that respects
4 human rights, civil liberties, and the rule of law.

5 **SEC. 106. SENSE OF CONGRESS ON DESIGNATION OF A SPE-**
6 **CIAL COORDINATOR FOR ADVANCING HUMAN**
7 **RIGHTS AND POLITICAL PARTICIPATION FOR**
8 **WOMEN IN IRAN.**

9 It is the sense of Congress that the Secretary of State
10 should designate a Special Coordinator position in the Bu-
11 reau of Near Eastern Affairs whose primary function is
12 to facilitate cooperation across departments for the pur-
13 pose of advancing human rights and political participation
14 for women in Iran, as well as to prepare evidence and in-
15 formation to be used in identifying Iranian officials for
16 designation as human rights violators for their involve-
17 ment in violating the human rights of women in Iran.

**TITLE II—ECONOMIC AND
FINANCIAL SANCTIONS
Subtitle A—Amendments to Iran
Sanctions Act of 1996**

**SEC. 201. TRANSFER TO IRAN OF GOODS, SERVICES, OR
TECHNOLOGY THAT WOULD MATERIALLY
CONTRIBUTE TO IRAN’S ABILITY TO MINE OR
MILL URANIUM.**

(a) IN GENERAL.—Section 5(b) of the Iran Sanctions Act of 1996 (Public Law 104–172; 50 U.S.C. 1701 note) is amended by adding at the end the following new paragraph:

“(3) TRANSFER TO IRAN OF GOODS, SERVICES, OR TECHNOLOGY THAT CAN BE USED FOR MINING OR MILLING OF URANIUM.—Except as provided in subsection (f), the President shall impose 5 or more of the sanctions described in section 6(a) with respect to a person if the President determines that the person knowingly transferred, on or after the date of the enactment of the Nuclear Iran Prevention Act of 2013, to Iran goods, services, or technology that would materially contribute to Iran’s ability to mine or mill uranium.”.

(b) CONFORMING AMENDMENTS.—Section 5 of such Act is amended in subsection (b)(3), (c), and (f) by strik-

1 ing “paragraph (1) or (2)” each place it appears and in-
2 serting “paragraph (1), (2), or (3)”.

3 **SEC. 202. REPEAL OF WAIVER OF SANCTIONS RELATING TO**
4 **DEVELOPMENT OF WEAPONS OF MASS DE-**
5 **STRUCTION OR OTHER MILITARY CAPABILI-**
6 **TIES.**

7 Section 9(c)(1) of the Iran Sanctions Act of 1996
8 (Public Law 104–172; 50 U.S.C. 1701 note) is amend-
9 ed—

10 (1) by striking subparagraph (B);

11 (2) by redesignating subparagraph (C) as sub-
12 paragraph (B); and

13 (3) in subparagraph (B) (as redesignated by
14 paragraph (2) of this section)—

15 (A) by striking “or (B)” each place it ap-
16 pears; and

17 (B) by striking “, as applicable”.

1 **Subtitle B—Amendments to Com-**
2 **prehensive Iran Sanctions, Ac-**
3 **countability, and Divestment**
4 **Act of 2010 and Iran Threat Re-**
5 **duction and Syria Human**
6 **Rights Act of 2012**

7 **SEC. 211. MODIFICATIONS TO PROHIBITION ON PROCURE-**
8 **MENT CONTRACTS WITH PERSONS THAT EX-**
9 **PORT SENSITIVE TECHNOLOGY TO IRAN.**

10 (a) APPLICATION TO OWNERS AND SUBSIDIARIES.—

11 Subsection (a) of section 106 of the Comprehensive Iran
12 Sanctions, Accountability, and Divestment Act of 2010
13 (Public Law 111–195; 22 U.S.C. 8515) is amended—

14 (1) by striking “goods or services with a per-
15 son” and inserting the following: “goods or serv-
16 ices—

17 “(1) with a person”;

18 (2) in paragraph (1), as added by paragraph
19 (1) of this subsection, by striking the period at the
20 end and inserting and inserting “; or”; and

21 (3) by adding at the end the following new
22 paragraph:

23 “(2) with respect to a person acting on behalf
24 of or at the direction of, or owned or controlled by,
25 a person described in paragraph (1) or a person who

owns or controls a person described in paragraph (1).”.

(b) SENSITIVE TECHNOLOGY DEFINED.—Subsection (c)(1) of such section is amended by striking “is to be used specifically” and inserting “has been designed or specifically modified”.

(c) PRESIDENTIAL DETERMINATION AND IMPOSITION OF ADDITIONAL SANCTIONS.—Such section, as so amended, is further amended by adding at the end the following new subsection:

“(e) PRESIDENTIAL DETERMINATION AND IMPOSITION OF ADDITIONAL SANCTIONS.—The President shall impose 5 or more of the sanctions described in section 6(a) of the Iran Sanctions Act of 1996 (Public Law 104–172; 50 U.S.C. 1701 note) with respect to—

“(1) a person if the President determines that the person knowingly exports sensitive technology to Iran; or

“(2) a person acting on behalf of or at the direction of, or owned or controlled by, a person described in paragraph (1) or a person who owns or controls a person described in paragraph (1).”.

(d) CONFORMING AMENDMENT.—The heading of such section is amended by inserting “**AND IMPOSITION OF SANCTIONS AGAINST**” after “**WITH**”.

1 (e) CLERICAL AMENDMENT.—The table of contents
 2 for the Comprehensive Iran Sanctions, Accountability, and
 3 Divestment Act of 2010 is amended by striking the item
 4 relating to section 106 and inserting the following:

“Sec. 106. Prohibition on procurement contracts with and imposition of sanc-
 tions against persons that export sensitive technology to Iran.”.

5 (f) EFFECTIVE DATE.—The amendments made by
 6 this section take effect on the date of the enactment of
 7 this Act and apply with respect to exports of sensitive
 8 technology to Iran that occur on or after such date of en-
 9 actment.

10 **SEC. 212. AUTHORITY OF STATE AND LOCAL GOVERN-**
 11 **MENTS TO AVOID EXPOSURE TO SANCTIONED**
 12 **PERSONS AND SECTORS.**

13 (a) IN GENERAL.—Section 202 of the Comprehensive
 14 Iran Sanctions, Accountability, and Divestment Act of
 15 2010 (22 U.S.C. 8532) is amended by striking subsections
 16 (a), (b), and (c) and inserting the following:

17 “(a) SENSE OF CONGRESS.—It is the sense of Con-
 18 gress that the United States should respect the decision
 19 of any State or local government to divest from or prohibit
 20 the investment of assets of the State or local government
 21 in a person described in subsection (c) or to impose disclo-
 22 sure and transparency requirements on any person subject
 23 to the jurisdiction of such government, except with respect

1 to an activity that is exempt, licensed, or otherwise author-
2 ized by a Federal department or agency.

3 “(b) AUTHORITY.—Notwithstanding any other provi-
4 sion of law, a State or local government may adopt and
5 enforce measures that meet the requirements of subsection
6 (d)—

7 “(1) to divest the assets of the State or local
8 government from a person described in subsection
9 (c);

10 “(2) to prohibit investment of the assets of the
11 State or local government in any such person; or

12 “(3) to impose disclosure and transparency re-
13 quirements on any person subject to the jurisdiction
14 of such government, except with respect to an activ-
15 ity that is exempt, licensed, or otherwise authorized
16 by a Federal department or agency.

17 “(c) PERSONS DESCRIBED.—A person described in
18 this subsection is a person with respect to which sanctions
19 have been, and continue to be, imposed pursuant to—

20 “(1) section 104(c) of this Act;

21 “(2) section 5 of the Iran Sanctions Act of
22 1996 (50 U.S.C. 1701 note);

23 “(3) section 1245(d) of the National Defense
24 Authorization Act for Fiscal Year 2012 (22 U.S.C.
25 8513a(d)); or

1 “(4) sections 1244, 1245, 1246 or 1247 of the
2 National Defense Authorization Act for Fiscal Year
3 2013 (22 U.S.C. 8803, 8804, 8805, or 8806).”.

4 (b) CONFORMING AMENDMENTS.—Section 202 of the
5 Comprehensive Iran Sanctions, Accountability, and Di-
6 vestment Act of 2010 (22 U.S.C. 8532) is amended—

7 (1) in subsection (d)(4), by striking “engages in
8 investment activities in Iran described in subsection
9 (c)” and inserting “is a person described in sub-
10 section (c)”;

11 (2) in subsection (f), by striking “or (i)” and
12 inserting “or (g)”;

13 (3) by striking subsection (h) and by redesignating
14 subsections (i) and (j) as subsections (h) and
15 (i), respectively; and

16 (4) in paragraph (1) of subsection (i) (as redesignated
17 by paragraph (3) of this subsection), by
18 striking “(determined without regard to subsection
19 (c))”.

20 (c) EFFECTIVE DATE.—The amendments made by
21 this section apply to measures adopted by State and local
22 governments on or after the date of the enactment of this
23 Act.

1 **SEC. 213. SENSE OF CONGRESS REGARDING THE EURO-**
2 **PEAN CENTRAL BANK.**

3 (a) FINDINGS.—Congress finds the following:

4 (1) The Government of Iran, its agencies and
5 instrumentalities, continue to have access to, and
6 utilize, euro-denominated transactions, including for
7 goods and services that are subject to sanctions im-
8 posed by the United States, the European Union
9 and its member states and by the United Nations.

10 (2) The Guidelines of the European Central
11 Bank (Article 39(1)) states that: “Participants shall
12 be deemed to be aware of, and shall comply with, all
13 obligations on them relating to legislation on data
14 protection, prevention of money laundering and the
15 financing of terrorism, proliferation-sensitive nuclear
16 activities and the development of nuclear weapons
17 delivery systems, in particular in terms of imple-
18 menting appropriate measures concerning any pay-
19 ments debited or credited on their PM accounts.”

20 (3) United States and European convergence
21 with respect to United States sanctions efforts to-
22 ward the Government of Iran is a vital component
23 of United States policy aimed at preventing the Gov-
24 ernment of Iran from acquiring a nuclear weapons
25 capability.

1 (b) SENSE OF CONGRESS.—It is the sense of Con-
2 gress that the President should continue to closely coordi-
3 nate and cooperate with the European Union and its mem-
4 ber states to restrict access to and use of the euro cur-
5 rency by the Government of Iran, its agencies and instru-
6 mentalities, for transactions with the exception of food,
7 medicine, medical devices, and agricultural commodities.

8 **SEC. 214. IMPOSITION OF SANCTIONS WITH RESPECT TO**
9 **CERTAIN TRANSACTIONS IN FOREIGN CUR-**
10 **RENCIES.**

11 (a) IMPOSITION OF SANCTIONS.—Subtitle B of title
12 II of the Iran Threat Reduction and Syria Human Rights
13 Act of 2012 (22 U.S.C. 8721 et seq.) is amended by in-
14 serting after section 220 the following:

15 **“SEC. 220A. IMPOSITION OF SANCTIONS WITH RESPECT TO**
16 **CERTAIN TRANSACTIONS IN FOREIGN CUR-**
17 **RENCIES.**

18 “(a) IN GENERAL.—Except as provided in this sec-
19 tion, the President—

20 “(1) shall prohibit the opening, and prohibit or
21 impose strict conditions on the maintaining, in the
22 United States of a correspondent account or a pay-
23 able-through account by a foreign financial institu-
24 tion that is a person described in subsection (c); and

1 “(2) may impose sanctions pursuant to the
2 International Emergency Economic Powers Act (50
3 U.S.C. 1701 et seq.) with respect to any other per-
4 son described in subsection (c).

5 “(b) EXCEPTION.—The authority to impose sanctions
6 under subsection (a)(2) shall not include the authority to
7 impose sanctions relating to the importation of goods.

8 “(c) PERSON DESCRIBED.—A person described in
9 this subsection is a person the President determines has—
10 “(1) knowingly conducted or facilitated a sig-
11 nificant transaction involving the currency of a coun-
12 try other than the country in which the person is op-
13 erating at the time of the transaction with, for, or
14 on behalf of—

15 “(A) the Central Bank of Iran or another
16 Iranian financial institution designated by the
17 Secretary of the Treasury for the imposition of
18 sanctions pursuant to the International Emer-
19 gency Economic Powers Act (50 U.S.C. 1701 et
20 seq.); or

21 “(B) a person described in section
22 1244(c)(2) of the Iran Freedom and Counter-
23 Proliferation Act (22 U.S.C. 8803(c)(2)) (other
24 than a person described in subparagraph
25 (C)(iii) of that section); or

1 “(2) knowingly conducted or facilitated a sig-
2 nificant transaction by another person involving the
3 currency of a country other than the country in
4 which that other person is operating at the time of
5 the transaction, with, for, or on behalf of a person
6 described in subparagraph (A) or (B) of paragraph
7 (1).

8 “(d) WAIVER.—

9 “(1) IN GENERAL.—The President may waive
10 the application of subsection (a) with respect to a
11 person for a period of not more than 180 days, and
12 may renew that waiver for additional periods of not
13 more than 180 days, if the President—

14 “(A) determines that the waiver is vital to
15 the national security of the United States; and

16 “(B) not less than 7 days before the waiv-
17 er or the renewal of the waiver, as the case may
18 be, takes effect, submits a report to the appro-
19 priate congressional committees on the waiver
20 and the reason for the waiver.

21 “(2) FORM OF REPORT.—Each report sub-
22 mitted under paragraph (1)(B) shall be submitted in
23 unclassified form but may include a classified annex.

24 “(e) RULE OF CONSTRUCTION.—Nothing in this sec-
25 tion shall be construed to prohibit any person from, or

1 authorize or require the imposition of sanctions with re-
2 spect to any person for, conducting or facilitating any
3 transaction in the currency of the country in which the
4 person is operating at the time of the transaction for the
5 sale of agricultural commodities, food, medicine, or med-
6 ical devices.

7 “(f) DEFINITIONS.—In this section:

8 “(1) ACCOUNT; CORRESPONDENT ACCOUNT;
9 PAYABLE-THROUGH ACCOUNT.—The terms ‘ac-
10 count’, ‘correspondent account’, and ‘payable-
11 through account’ have the meanings given those
12 terms in section 5318A of title 31, United States
13 Code.

14 “(2) AGRICULTURAL COMMODITY.—The term
15 ‘agricultural commodity’ has the meaning given that
16 term in section 102 of the Agricultural Trade Act of
17 1978 (7 U.S.C. 5602).

18 “(3) FOREIGN FINANCIAL INSTITUTION.—The
19 term ‘foreign financial institution’ has the meaning
20 given that term in section 561.308 of title 31, Code
21 of Federal Regulations (or any corresponding similar
22 regulation or ruling).

23 “(4) GOOD.—The term ‘good’ has the meaning
24 given that term in section 16 of the Export Adminis-
25 tration Act of 1979 (50 U.S.C. App. 2415) (as con-

1 tinued in effect pursuant to the International Emer-
2 gency Economic Powers Act (50 U.S.C. 1701 et
3 seq.)).

4 “(5) IRANIAN FINANCIAL INSTITUTION.—The
5 term ‘Iranian financial institution’ has the meaning
6 given that term in section 104A(d) of the Com-
7 prehensive Iran Sanctions, Accountability, and Di-
8 vestment Act of 2010 (22 U.S.C. 8513b(d)).

9 “(6) MEDICAL DEVICE.—The term ‘medical de-
10 vice’ has the meaning given the term ‘device’ in sec-
11 tion 201 of the Federal Food, Drug, and Cosmetic
12 Act (21 U.S.C. 321).

13 “(7) MEDICINE.—The term ‘medicine’ has the
14 meaning given the term ‘drug’ in section 201 of the
15 Federal Food, Drug, and Cosmetic Act (21 U.S.C.
16 321).

17 “(8) TRANSACTION.—The term ‘transaction’ in-
18 cludes a foreign exchange swap, a foreign exchange
19 forward, and any other type of similar currency ex-
20 change or conversion or similar derivative instru-
21 ment.”.

22 (b) CONFORMING AMENDMENTS.—

23 (1) IMPLEMENTATION.—Section 601(a)(1) of
24 the Iran Threat Reduction and Syria Human Rights

1 Act of 2012 (22 U.S.C. 8781(a)(1)) is amended by
2 inserting “220A,” after “220,”.

3 (2) PENALTIES.—Section 601(b)(2)(A) of such
4 Act (22 U.S.C. 8781(b)(2)(A)) is amended by strik-
5 ing “and 220,” and inserting “220, and 220A,”.

6 (3) TERMINATION.—Section 605(a) of such Act
7 (22 U.S.C. 8785(a)) is amended by inserting
8 “220A,” after “220,”.

9 (c) CLERICAL AMENDMENT.—The table of contents
10 for the Iran Threat Reduction and Syria Human Rights
11 Act of 2012 is amended by inserting after the item relat-
12 ing to section 220 the following:

“Sec. 220A. Imposition of sanctions with respect to certain transactions in for-
eign currencies.”.

13 (d) EFFECTIVE DATE.—The amendments made by
14 this section take effect on the date of the enactment of
15 this Act and apply with respect to transactions entered
16 into on or after May 22, 2013.

17 **SEC. 215. SANCTIONS WITH RESPECT TO CERTAIN TRANS-**
18 **ACTIONS WITH IRAN.**

19 (a) IN GENERAL.—Subtitle B of title II of the Iran
20 Threat Reduction and Syria Human Rights Act of 2012
21 (22 U.S.C. 8721 et seq.) is amended by adding at the end
22 the following new section:

1 **“SEC. 225. SANCTIONS WITH RESPECT TO CERTAIN TRANS-**
2 **ACTIONS WITH IRAN.**

3 “(a) AUTHORIZATION OF SANCTIONS.—

4 “(1) IN GENERAL.—Except as provided in this
5 section, the President may impose sanctions pursu-
6 ant to the International Emergency Economic Pow-
7 ers Act (50 U.S.C. 1701 et seq.) on a foreign person
8 that the President determines has, on or after the
9 date that is 60 days after the date of the enactment
10 of the Nuclear Iran Prevention Act of 2013, know-
11 ingly conducted or facilitated a significant financial
12 transaction with the Central Bank of Iran or other
13 Iranian financial institution that has been des-
14 ignated by the Secretary of the Treasury for the im-
15 position of sanctions pursuant to the International
16 Emergency Economic Powers Act, for—

17 “(A) the purchase of goods or services by
18 a person in Iran or on behalf of a person in
19 Iran; or

20 “(B) the purchase of goods or services
21 from a person in Iran or on behalf of a person
22 in Iran.

23 “(2) EXCEPTION.—

24 “(A) IN GENERAL.—The authority to im-
25 pose sanctions under paragraph (1) shall not

1 include the authority to impose sanctions relat-
2 ing to the importation of goods.

3 “(B) GOOD.—In this paragraph, the term
4 ‘good’ has the meaning given that term in sec-
5 tion 16 of the Export Administration Act of
6 1979 (50 U.S.C. App. 2415) (as continued in
7 effect pursuant to the International Emergency
8 Economic Powers Act (50 U.S.C. 1701 et
9 seq.)).

10 “(3) RULE OF CONSTRUCTION.—Nothing in
11 this section shall be construed to affect the imposi-
12 tion of sanctions with respect to a financial trans-
13 action for the purchase of petroleum or petroleum
14 products from Iran under section 1245 of the Na-
15 tional Defense Authorization Act for Fiscal Year
16 2012 (Public Law 112–81; 125 Stat. 1648).

17 “(b) EXCEPTION FOR OVERALL REDUCTIONS OF EX-
18 PORTS TO AND IMPORTS FROM IRAN.—

19 “(1) IN GENERAL.—The President is author-
20 ized not to impose sanctions under subsection (a) on
21 a foreign person if the President determines and
22 submits to the appropriate congressional committees
23 a report that contains a determination of the Presi-
24 dent that the country with primary jurisdiction over
25 the foreign person has, during the time period de-

1 scribed in paragraph (2), significantly reduced the
2 value and volume of imports and exports of goods
3 (other than petroleum or petroleum products) and
4 services between such country and Iran.

5 “(2) TIME PERIOD DESCRIBED.—The time pe-
6 riod referred to in paragraph (1) is the 60-day pe-
7 riod ending on the date on which the President
8 makes the determination under paragraph (1) as
9 compared to the immediately preceding 60-day pe-
10 riod.

11 “(c) EXCEPTION FOR SALES OF AGRICULTURAL
12 COMMODITIES, FOOD, MEDICINE AND MEDICAL DE-
13 VICES.—The President may not impose sanctions under
14 subsection (a) on a foreign person with respect to a trans-
15 action for the sale of agricultural commodities, food, medi-
16 cine or medical devices to Iran.

17 “(d) DEFINITIONS.—In this section:

18 “(1) FOREIGN PERSON.—The term ‘foreign per-
19 son’ has the meaning given that term in section 14
20 of the Iran Sanctions Act of 1996 (Public Law 104–
21 172; 50 U.S.C. 1701 note).

22 “(2) IRANIAN FINANCIAL INSTITUTION.—The
23 term ‘Iranian financial institution’ has the meaning
24 given that term in section 104A(d) of the Com-

1 prehensive Iran Sanctions, Accountability, and Di-
2 vestment Act of 2010 (22 U.S.C. 8513b(d)).”.

3 (b) CLERICAL AMENDMENT.—The table of contents
4 for the Iran Threat Reduction and Syria Human Rights
5 Act of 2012 is amended by inserting after the item relat-
6 ing to section 224 the following:

“Sec. 225. Sanctions with respect to certain transactions with Iran.”.

7 **Subtitle C—Other Matters**

8 **SEC. 221. IMPOSITION OF SANCTIONS WITH RESPECT TO** 9 **THE CENTRAL BANK OF IRAN AND OTHER** 10 **IRANIAN FINANCIAL INSTITUTIONS.**

11 (a) EXCEPTION TO APPLICABILITY OF SANCTIONS
12 WITH RESPECT TO PETROLEUM TRANSACTIONS.—Sec-
13 tion 1245(d)(4)(D)(i)(I) of the National Defense Author-
14 ization Act for Fiscal Year 2012 (Public Law 112–81; 125
15 Stat. 1648; 22 U.S.C. 8513a(d)(4)(D)(i)(I)) is amended—

16 (1) by striking “reduced reduced” and inserting
17 “reduced”;

18 (2) by inserting “value and” before “volume”;

19 (3) by inserting “or of Iranian origin” after
20 “from Iran”; and

21 (4) by adding at the end before the semicolon
22 the following: “, and the President certifies in writ-
23 ing to Congress that the President has based such
24 determination on accurate information on that coun-

1 try’s total purchases of crude oil from Iran or of Ira-
2 nian origin”.

3 (b) FINANCIAL TRANSACTIONS DESCRIBED.—Sec-
4 tion 1245(d)(4)(D)(ii)(II) of the National Defense Au-
5 thorization Act for Fiscal Year 2012 (Public Law 112–
6 81; 125 Stat. 1648) is amended—

7 (1) by striking “(II)” and inserting “(II)(aa)”;

8 (2) in item (aa) (as designated by paragraph
9 (1) of this subsection), by striking the period at the
10 end and inserting “; and”; and

11 (3) by adding at the end the following new
12 item:

13 “(bb) the foreign financial insti-
14 tution holding the account described
15 in item (aa) does not knowingly facili-
16 tate any significant financial transfers
17 for, with, or on behalf of the Govern-
18 ment of Iran, unless the transaction is
19 excepted from sanctions under para-
20 graph (2) or is a transaction described
21 in subclause (I) and item (aa).”.

22 (c) STRATEGY TO REDUCE CRUDE OIL PURCHASES
23 FROM IRAN OR OF IRANIAN ORIGIN.—

24 (1) STATEMENT OF POLICY.—It is the policy of
25 the United States to seek to ensure that countries

1 that have received an exception under subparagraph
2 (D)(i)(I) of section 1245(d)(4) of the National De-
3 fense Authorization Act for Fiscal Year 2012 (Pub-
4 lic Law 112–81; 125 Stat. 1648) shall reduce their
5 crude oil purchases from Iran or of Iranian origin so
6 that the aggregate amount of such purchases is re-
7 duced by not less than an average of 1,000,000 bar-
8 rels of crude oil per day by the end of the 1-year pe-
9 riod beginning on the date of submission of the
10 strategy described in subparagraph (E)(ii) of such
11 section (as added by paragraph (2) of this sub-
12 section).

13 (2) AMENDMENT.—Section 1245(d)(4) of the
14 National Defense Authorization Act for Fiscal Year
15 2012 (Public Law 112–81; 125 Stat. 1648) is
16 amended by adding at the end the following new
17 subparagraph:

18 “(E) STRATEGY TO REDUCE CRUDE OIL
19 PURCHASES FROM IRAN OR OF IRANIAN ORI-
20 GIN.—

21 “(i) IN GENERAL.—Not later than 30
22 days after the date of the enactment of the
23 Nuclear Iran Prevention Act of 2013, the
24 President shall make a determination,
25 based on the information contained in the

1 most recent report required under subpara-
2 graph (A), of whether each country that
3 received an exception under subparagraph
4 (D)(i)(I) before such date of enactment is
5 able to reduce its crude oil purchases from
6 Iran or of Iranian origin so that the aggre-
7 gate amount of such purchases is reduced
8 by not less than an average of 1,000,000
9 barrels of crude oil per day by the end of
10 the 1-year period beginning on the date of
11 submission of the strategy described in
12 clause (ii). If the President makes an ini-
13 tial determination under this clause that
14 the requirements of this clause cannot be
15 met, then the President shall continue to
16 make a determination under this clause
17 every 90 days thereafter as to whether or
18 not the requirements of this clause can be
19 met.

20 “(ii) STRATEGY.—If the President de-
21 termines that the requirements of clause
22 (i) can be met, then not later than 60 days
23 after the date of such affirmative deter-
24 mination, the President shall develop and
25 submit to the appropriate congressional

1 committees a strategy to seek to ensure
2 that the requirements of clause (i) are met
3 by the end of the 1-year period beginning
4 on such date of submission.

5 “(iii) FUTURE EXCEPTIONS.—

6 “(I) AFFIRMATIVE DETERMINA-
7 TION.—If the President determines
8 that the strategy described in clause
9 (ii) was achieved, then each country
10 described in clause (i) shall be eligible
11 to receive one or more further excep-
12 tions under subparagraph (D)(i)(I) in
13 accordance with the provisions of such
14 subparagraph.

15 “(II) NEGATIVE DETERMINA-
16 TION.—Except as provided in sub-
17 clause (III), if the President deter-
18 mines that the strategy described in
19 clause (ii) was not achieved, then each
20 country described in clause (i) shall be
21 ineligible to receive any further excep-
22 tion under subparagraph (D)(i)(I) in
23 accordance with the provisions of such
24 subparagraph.

25 “(III) EXCEPTION.—

1 “(aa) IN GENERAL.—Sub-
2 clause (II) shall not apply with
3 respect to a country described in
4 clause (i) if the country—

5 “(AA) dramatically re-
6 duced its crude oil purchases
7 from Iran or of Iranian ori-
8 gin during the 1-year period
9 described in clause (ii); and

10 “(BB) has committed
11 itself to continue to reduce
12 its crude oil purchases from
13 Iran or of Iranian origin to
14 a de minimis level.

15 “(bb) DATA.—The President
16 shall submit to the appropriate
17 congressional committees all data
18 used to make a determination
19 under item (aa) not later than 15
20 days before issuing an exception
21 under item (aa).

22 “(iv) APPROPRIATE CONGRESSIONAL
23 COMMITTEES.—In this subparagraph, the
24 term ‘appropriate congressional commit-
25 tees’ means—

1 “(I) the Committee on Foreign
2 Affairs and the Committee on Finan-
3 cial Services of the House of Rep-
4 resentatives; and

5 “(II) the Committee on Foreign
6 Relations and the Committee on
7 Banking, Housing, and Urban Affairs
8 of the Senate.”.

9 (d) DEFINITION OF CRUDE OIL.—Section
10 1245(d)(4)(D) of the National Defense Authorization Act
11 for Fiscal Year 2012 (22 U.S.C. 8513a(d)(4)(D)) is
12 amended by adding at the end the following new clause:

13 “(iii) CRUDE OIL.—In this subpara-
14 graph, the term ‘crude oil’ includes unfin-
15 ished oils, liquefied petroleum gases, dis-
16 tillate fuel oil, and residual fuel oil.”.

17 (e) WAIVER.—Section 1245(d)(5)(A) of the National
18 Defense Authorization Act for Fiscal Year 2012 (22
19 U.S.C. 8513a(d)(5)(A)) is amended by striking “in the na-
20 tional” and inserting “vital to the national”.

21 (f) DEFINITIONS OF “SIGNIFICANT REDUCTION”.—
22 Section 1245(h)(3) of the National Defense Authorization
23 Act for Fiscal Year 2012 (22 U.S.C. 8513a(h)(3)) is
24 amended—

1 (1) by striking “price or volume” and inserting
 2 “price and volume”; and

3 (2) by adding at the end before the period the
 4 following: “and at least a pro rata amount totaling,
 5 in the aggregate, not less than an average of
 6 1,000,000 barrels of crude oil per day by the end of
 7 the 1-year period beginning on the date of submis-
 8 sion of the strategy described in subsection
 9 (d)(4)(E)(ii)”.

10 (g) EFFECTIVE DATE.—The amendments made by
 11 this section take effect beginning on the date that is 180
 12 days after the date of the enactment of this Act.

13 **SEC. 222. IMPOSITION OF SANCTIONS WITH RESPECT TO**
 14 **PORTS, SPECIAL ECONOMIC ZONES, FREE**
 15 **ECONOMIC ZONES, AND STRATEGIC SECTORS**
 16 **OF IRAN.**

17 (a) FINDINGS.—Subsection (a)(1) of section 1244 of
 18 the National Defense Authorization Act for Fiscal Year
 19 2013 (22 U.S.C. 8803) is amended by striking “and ship-
 20 building” and inserting “shipbuilding, automotive, con-
 21 struction, engineering, or mining”.

22 (b) DESIGNATION OF PORTS, SPECIAL ECONOMIC
 23 ZONES, FREE ECONOMIC ZONES, AND ENTITIES IN STRA-
 24 TEGIC SECTORS AS ENTITIES OF PROLIFERATION CON-
 25 CERN.—Subsection (b) of such section is amended—

1 (1) in the subsection heading, by striking “AND
 2 ENTITIES IN THE ENERGY, SHIPPING, AND SHIP-
 3 BUILDING SECTORS” and inserting “, SPECIAL ECO-
 4 NOMIC ZONES, FREE ECONOMIC ZONES, AND ENTI-
 5 TIES IN STRATEGIC SECTORS”; and

6 (2) by striking “and entities in the energy,
 7 shipping, and shipbuilding sectors” and inserting “,
 8 entities that operate special economic zones or free
 9 economic zones, and entities in strategic sectors (as
 10 defined in subsection (c)(4))”.

11 (c) BLOCKING OF PROPERTY OF PORTS, SPECIAL
 12 ECONOMIC ZONES, FREE ECONOMIC ZONES, AND ENTI-
 13 TIES IN STRATEGIC SECTORS.—Subsection (c) of such
 14 section is amended—

15 (1) in the subsection heading, by striking “EN-
 16 TITIES IN ENERGY, SHIPPING, AND SHIPBUILDING
 17 SECTORS” and inserting “PORTS, SPECIAL ECO-
 18 NOMIC ZONES, FREE ECONOMIC ZONES, AND ENTI-
 19 TIES IN STRATEGIC SECTORS”;

20 (2) in paragraph (2)—

21 (A) by striking “the energy, shipping, or
 22 shipbuilding sectors” each place it appears and
 23 inserting “a strategic sector (as defined in
 24 paragraph (4)(A))”; and

1 (B) by inserting “, special economic zone,
2 or free economic zone” after “port” each place
3 it appears; and

4 (3) by adding at the end the following new
5 paragraphs:

6 “(4) STRATEGIC SECTOR DEFINED.—In this
7 section, the term ‘strategic sector’ means—

8 “(A) the energy, shipping, shipbuilding,
9 automotive, or mining sector of Iran; and

10 “(B) the construction or engineering sector
11 of Iran if the President determines and reports
12 to Congress not later than 45 days after the
13 date of the enactment of the Nuclear Iran Pre-
14 vention Act of 2013 that the construction or en-
15 gineering sector of Iran, as the case may be, is
16 of strategic importance to Iran.

17 “(5) NOTIFICATION AND REPORT RELATING TO
18 STRATEGIC SECTORS.—

19 “(A) NOTIFICATION.—The President shall
20 submit to Congress a notification of the des-
21 ignation of a sector as a strategic sector of Iran
22 for purposes of paragraph (4)(C) not later than
23 30 days after the date on which the President
24 makes such designation.

“(B) REPORT.—Not later than 90 days after the date on which the President submits to Congress a notification of the designation of a sector as a strategic sector of Iran under subparagraph (A), the Comptroller General of the United States shall submit to Congress a report that contains—

“(i) a review and comment on such designation; and

“(ii) recommendations regarding the designation of additional sectors as strategic sectors of Iran for purposes of paragraph (4).”.

(d) ADDITIONAL SANCTIONS WITH RESPECT TO STRATEGIC SECTORS.—Subsection (d) of such section is amended—

(1) in the subsection heading, by striking “THE ENERGY, SHIPPING, AND SHIPBUILDING SECTORS” and inserting “STRATEGIC SECTORS”; and

(2) in paragraph (3), by striking “the energy, shipping, or shipbuilding sectors” and inserting “a strategic sector (as defined in subsection (c)(4)(A))”.

(e) EXCEPTION FOR AFGHANISTAN RECONSTRUCTION.—Subsection (f) of such section is amended—

1 (1) in the matter preceding paragraph (1), by
2 inserting “for a period of not more than 1 year, and
3 may renew that exception for additional periods of
4 not more than 1 year” after “economic development
5 for Afghanistan”;

6 (2) in paragraph (1)—

7 (A) by striking “to the extent that” and
8 inserting “if”;

9 (B) by inserting “or the renewal of the ex-
10 ception, as the case may be,” after “such an ex-
11 ception”; and

12 (C) by striking “in the national interest”
13 and inserting “in the national security inter-
14 est”; and

15 (3) in paragraph (2)—

16 (A) by inserting “or the renewal of the ex-
17 ception, as the case may be,” before “not later
18 than 15 days”; and

19 (B) by inserting at the end before the pe-
20 riod the following: “or the renewal of the excep-
21 tion”.

22 (f) CONFORMING AMENDMENT.—Such section is fur-
23 ther amended in the section heading by striking “**THE EN-**
24 **ERGY, SHIPPING, AND SHIPBUILDING SECTORS**” and

1 inserting “**PORTS, SPECIAL ECONOMIC ZONES, FREE**
2 **ECONOMIC ZONES, AND STRATEGIC SECTORS**”.

3 (g) EFFECTIVE DATE.—The amendments made by
4 this section—

5 (1) take effect on the date that is 90 days after
6 the date of the enactment of this Act; and

7 (2)(A) with respect to subsection (c) of section
8 1244 of the National Defense Authorization Act for
9 Fiscal Year 2013, as so amended, apply with respect
10 to all transactions in all property and interests in
11 property of any person described in subsection (c)(2)
12 of such section that occur on or after the date that
13 is 180 days after such date of enactment; and

14 (B)(i) with respect to subsection (d)(1) of sec-
15 tion 1244 of the National Defense Authorization Act
16 for Fiscal Year 2013, apply with respect to the sale,
17 supply, or transfer to or from Iran of goods or serv-
18 ices described in subsection (d)(3) of such section, as
19 so amended, that occurs on or after the date that is
20 180 days after such date of enactment; and

21 (ii) with respect to subsection (d)(2) of section
22 1244 of the National Defense Authorization Act for
23 Fiscal Year 2013, apply with respect to the conduct
24 or facilitation of a significant financial transaction
25 for the sale, supply, or transfer to or from Iran of

1 goods or services described in subsection (d)(3) of
2 such section, as so amended, that occurs on or after
3 the date that is 180 days after such date of enact-
4 ment.

5 **SEC. 223. REPORT ON DETERMINATIONS NOT TO IMPOSE**
6 **SANCTIONS ON PERSONS WHO ALLEGEDLY**
7 **SELL, SUPPLY, OR TRANSFER PRECIOUS MET-**
8 **ALS TO OR FROM IRAN.**

9 Section 1245 of the National Defense Authorization
10 Act for Fiscal Year 2013 (22 U.S.C. 8804) is amended—

11 (1) by redesignating subsection (h) as sub-
12 section (i); and

13 (2) by inserting after subsection (g) the fol-
14 lowing new subsection:

15 “(h) REPORT ON DETERMINATIONS NOT TO IMPOSE
16 SANCTIONS ON PERSONS WHO ALLEGEDLY SELL, SUP-
17 PLY, OR TRANSFER PRECIOUS METALS TO OR FROM
18 IRAN.—

19 “(1) IN GENERAL.—Not later than 90 days
20 after the date of the enactment of Nuclear Iran Pre-
21 vention Act of 2013, and every 90 days thereafter,
22 the President shall submit to the appropriate con-
23 gressional committees a report on each determina-
24 tion of the President during the preceding 90-day
25 period not to impose sanctions under subsection (a)

1 or (c) with respect to a person who allegedly sells,
 2 supplies, or transfers precious metals, directly or in-
 3 directly, to or from Iran, together with the reasons
 4 for such determination.

5 “(2) FORM.—The report required by paragraph
 6 (1) shall be submitted in unclassified form, but may
 7 contain a classified annex, if necessary.”.

8 **SEC. 224. IMPOSITION OF SANCTIONS WITH RESPECT TO**
 9 **FOREIGN FINANCIAL INSTITUTIONS THAT FA-**
 10 **CILITATE FINANCIAL TRANSACTIONS ON BE-**
 11 **HALF OF PERSONS OWNED OR CONTROLLED**
 12 **BY SPECIALLY DESIGNATED NATIONALS.**

13 Section 1247 of the National Defense Authorization
 14 Act for Fiscal Year 2013 (22 U.S.C. 8806) is amended—

15 (1) by redesignating subsection (f) as sub-
 16 section (g); and

17 (2) by inserting after subsection (e) the fol-
 18 lowing new subsection:

19 “(f) PERSONS OWNED OR CONTROLLED BY SPE-
 20 Cially Designated Nationals.—

21 “(1) IN GENERAL.—The President shall impose
 22 sanctions described in subsection (a) with respect to
 23 a foreign financial institution, including but not lim-
 24 ited to a foreign central bank, that the President de-
 25 termines has, on or after the date that is 90 days

1 after the date of the enactment of the Nuclear Iran
2 Prevention Act of 2013, knowingly facilitated a sig-
3 nificant financial transaction on behalf of any person
4 determined by the President to be directly owned or
5 controlled by an Iranian person included on the list
6 of specially designated nationals and blocked persons
7 maintained by the Office of Foreign Assets Control
8 of the Department of the Treasury (other than an
9 Iranian financial institution described in subsection
10 (b)).

11 “(2) SENSE OF CONGRESS.—It is the sense of
12 Congress that the President routinely should deter-
13 mine on or after the date of the enactment of the
14 Nuclear Iran Prevention Act of 2013 those persons
15 that are directly or indirectly owned or controlled by
16 an Iranian person included on the list of specially
17 designated nationals and blocked persons maintained
18 by the Office of Foreign Assets Control of the De-
19 partment of the Treasury (other than an Iranian fi-
20 nancial institution described in subsection (b)).

21 “(3) CONSIDERATION OF DATA FROM OTHER
22 COUNTRIES AND NONGOVERNMENTAL ORGANIZA-
23 TIONS.—The President shall consider credible data
24 already obtained by other countries and nongovern-

1 mental organizations in making determinations de-
 2 scribed in paragraph (1).”.

3 **SEC. 225. REPEAL OF EXEMPTIONS UNDER SANCTIONS**
 4 **PROVISIONS OF NATIONAL DEFENSE AU-**
 5 **THORIZATION ACT FOR FISCAL YEAR 2013.**

6 Subtitle D of title XII of the National Defense Au-
 7 thorization Act for Fiscal Year 2013 (22 U.S.C. 8801 et
 8 seq.) is amended—

9 (1) in section 1244—

10 (A) in subsection (c)(1)—

11 (i) by striking “(1) BLOCKING OF
 12 PROPERTY.—” and all that follows through
 13 “On and after” and inserting “(1) BLOCK-
 14 ING OF PROPERTY.—On and after”; and

15 (ii) by striking subparagraph (B); and
 16 (B) in subsection (d)(1)—

17 (i) by striking “(1) SALE, SUPPLY, OR
 18 TRANSFER OF CERTAIN GOODS AND SERV-
 19 ICES.—” and all that follows through “Ex-
 20 cept as provided” and inserting “(1) SALE,
 21 SUPPLY, OR TRANSFER OF CERTAIN GOODS
 22 AND SERVICES.—Except as provided”; and

23 (ii) by striking subparagraph (B);

24 (2) in section 1245(a)—

1 (A) by striking “(a) SALE, SUPPLY, OR
2 TRANSFER OF CERTAIN MATERIALS.—” and all
3 that follows through “The President” and in-
4 serting “(a) SALE, SUPPLY, OR TRANSFER OF
5 CERTAIN MATERIALS.—The President”;

6 (B) by redesignating subparagraphs (A),
7 (B), and (C) as paragraphs (1), (2), and (3),
8 respectively (and by redesignating all sub-units
9 therein accordingly);

10 (C) in paragraph (3)(B) (as redesignated
11 by subparagraph (B) of this paragraph)—

12 (i) in clause (i), by striking “sub-
13 clause (I) of clause (i)” and inserting
14 “clause (i) of subparagraph (A)”;

15 (ii) in clause (ii), by striking “sub-
16 clause (II) of that clause” and inserting
17 “clause (ii) of that subparagraph”; and

18 (iii) in clause (iii), by striking “sub-
19 clause (III) of that clause” and inserting
20 “clause (iii) of that subparagraph”; and

21 (D) by striking “(2) EXCEPTION.—” and
22 all that follows through “paragraph (1).”; and
23 (3) in section 1246(a)—

24 (A) by striking “(a) IMPOSITION OF SANC-
25 TIONS.—” and all that follows through “Except

1 as provided” and inserting “(a) IMPOSITION OF
2 SANCTIONS.—Except as provided”;

3 (B) by redesignating subparagraphs (A),
4 (B), and (C) as paragraphs (1), (2), and (3),
5 respectively (and by redesignating all sub-units
6 therein accordingly); and

7 (C) by striking “(2) EXCEPTION.—” and
8 all that follows through “paragraph (1).”; and

9 **SEC. 226. TERMINATION OF GOVERNMENT CONTRACTS**
10 **WITH PERSONS WHO SELL GOODS, SERVICES,**
11 **OR TECHNOLOGY TO, OR CONDUCT ANY**
12 **OTHER TRANSACTION WITH, IRAN.**

13 (a) MODIFICATION OF FEDERAL ACQUISITION REGU-
14 LATION.—Not later than 90 days after the date of the en-
15 actment of this Act, the Federal Acquisition Regulation
16 shall be revised to require a certification from each person
17 that is a prospective contractor that the person, and any
18 person under common ownership or control with the per-
19 son, does not sell goods, services, or technology to, or con-
20 duct any other transaction with, Iran for which sanctions
21 may be imposed under this Act.

22 (b) REMEDIES.—

23 (1) IN GENERAL.—If the head of an executive
24 agency determines that a person has submitted a
25 false certification under subsection (a) on or after

1 the date on which the applicable revision of the Fed-
2 eral Acquisition Regulation required by this section
3 becomes effective, the head of that executive agency
4 shall terminate a contract with such person or debar
5 or suspend such person from eligibility for Federal
6 contracts for a period of not less than 2 years. Any
7 such debarment or suspension shall be subject to the
8 procedures that apply to debarment and suspension
9 under the Federal Acquisition Regulation under sub-
10 part 9.4 of part 9 of title 48, Code of Federal Regu-
11 lations.

12 (2) INCLUSION ON LIST OF PARTIES EXCLUDED
13 FROM FEDERAL PROCUREMENT AND NONPROCURE-
14 MENT PROGRAMS.—The Administrator of General
15 Services shall include on the List of Parties Ex-
16 cluded from Federal Procurement and Nonprocure-
17 ment Programs maintained by the Administrator
18 under part 9 of the Federal Acquisition Regulation
19 each person that is debarred, suspended, or proposed
20 for debarment or suspension by the head of an exec-
21 utive agency on the basis of a determination of a
22 false certification under paragraph (1).

23 (c) RULE OF CONSTRUCTION.—This section shall not
24 be construed to limit the use of other remedies available
25 to the head of an executive agency or any other official

1 of the Federal Government on the basis of a determination
2 of a false certification under subsection (a).

3 (d) WAIVERS.—

4 (1) IN GENERAL.—The President may on a
5 case-by-case basis waive the requirement that a per-
6 son make a certification under subsection (a) if the
7 President determines and certifies in writing to the
8 congressional committees described in paragraph (2)
9 that it is essential to the national security interests
10 of the United States to do so.

11 (2) CONGRESSIONAL COMMITTEES DE-
12 SCRIBED.—The congressional committees referred to
13 in paragraph (1) are—

14 (A) the Committee on Foreign Affairs, the
15 Committee on Armed Services, and the Com-
16 mittee on Oversight and Government Reform of
17 the House of Representatives; and

18 (B) the Committee on Foreign Relations,
19 the Committee on Armed Services, and the
20 Committee on Homeland Security and Govern-
21 mental Affairs of the Senate.

22 (e) DEFINITIONS.—In this section:

23 (1) EXECUTIVE AGENCY.—The term “executive
24 agency” has the meaning given that term in section
25 133 of title 41, United States Code.

1 (2) FEDERAL ACQUISITION REGULATION.—The
2 term “Federal Acquisition Regulation” means the
3 regulation issued pursuant to section 1303(a)(1) of
4 title 41, United States Code.

5 (f) APPLICABILITY.—The revisions to the Federal
6 Acquisition Regulation required under subsection (a) shall
7 apply with respect to contracts for which solicitations are
8 issued on or after the date that is 90 days after the date
9 of the enactment of this Act.

10 **SEC. 227. CONDITIONS FOR ENTRY AND OPERATION OF**
11 **VESSELS.**

12 (a) IN GENERAL.—The Ports and Waters Safety Act
13 (33 U.S.C. 1221 et seq.) is amended by adding at the end
14 the following:

15 **“SEC. 16. PROHIBITION ON ENTRY AND OPERATION.**

16 “(a) PROHIBITION.—

17 “(1) IN GENERAL.—No foreign vessel described
18 in subsection (b) shall enter or operate in the navi-
19 gable waters of the United States or transfer cargo
20 in any port or place under the jurisdiction of the
21 United States.

22 “(2) LIMITATION ON APPLICATION.—Paragraph
23 (1) shall not apply with respect to a vessel described
24 in subsection (b)(2) on and after any date on which
25 the Secretary of State determines that the vessel is

1 no longer registered as described in that subsection.

2 The Secretary of State shall publish a notice of each
3 such determination in the Federal Register.

4 “(b) VESSELS DESCRIBED.—A vessel referred to in
5 subsection (a) is a foreign vessel for which a Notice of
6 Arrival is required to be filed under section 160 of title
7 33, Code of Federal Regulations, as in effect on the date
8 of enactment of the Nuclear Iran Prevention Act of 2013,
9 and that—

10 “(1) is on a list of vessels published in Federal
11 Register under subsection (c)(2); or

12 “(2) more than 180 days after the publication
13 of such a list, is registered, pursuant to the Geneva
14 Convention on the High Seas (13 U.S.T. 2312;
15 TIAS 5200; 450 UNTS 82), by a government the
16 agents or instrumentalities of which are maintaining
17 a registration of a vessel that is included in such
18 list.

19 “(c) INFORMATION AND PUBLICATION.—The Sec-
20 retary of Transportation, in consultation with the Sec-
21 retary of State, shall—

22 “(1) maintain timely information on registra-
23 tions of all foreign vessels over 300 gross tons that
24 are—

1 “(A) owned or operated by or on behalf
2 of—

3 “(i) the National Iran Tanker Com-
4 pany or the Islamic Republic of Iran Ship-
5 ping Line; or

6 “(ii) any successor to an entity re-
7 ferred to in clause (i); or

8 “(B) otherwise owned or operated by or on
9 behalf of Iran; and

10 “(2) publish in the Federal Register a list of
11 vessels described in paragraph (1), including periodic
12 updates of such list.

13 “(d) NOTIFICATION OF GOVERNMENTS.—The Sec-
14 retary of State shall notify each government the agents
15 or instrumentalities of which are maintaining a registra-
16 tion of a foreign vessel that is included on the list pub-
17 lished under subsection (c)(2), that all vessels registered
18 under such government’s authority are subject to the pro-
19 hibition under subsection (a) if more than 180 days after
20 such publication the government continues to maintain a
21 registration for a vessel that is included on the list pub-
22 lished under subsection (c)(2).

23 “(e) NOTIFICATION OF VESSELS.—Upon receiving a
24 Notice of Arrival under section 160 of title 33, Code of
25 Federal Regulations (as in effect on the date of enactment

1 of the Nuclear Iran Prevention Act of 2013) from a vessel
2 described in (b), the Secretary shall notify the master of
3 such vessel that the vessel may not enter or operate in
4 the navigable waters of the United States or transfer
5 cargo in any port or place under the jurisdiction of the
6 United States, unless—

7 “(1) the Secretary has made a determination
8 described in subsection (a)(2); or

9 “(2) the Secretary allows provisional entry of
10 the vessel, or transfer of cargo from the vessel,
11 under subsection (f).

12 “(f) PROVISIONAL ENTRY OR CARGO TRANSFER.—
13 Notwithstanding subsection (e), the Secretary may allow
14 provisional entry of, or transfer of cargo from, a foreign
15 vessel described in subsection (b), if such entry or transfer
16 is necessary for the safety of the vessel or persons aboard.

17 “(g) RIGHT OF INNOCENT PASSAGE.—This section
18 shall not be construed as authority to restrict the right
19 of innocent passage as recognized under international law.

20 “(h) FOREIGN VESSEL DEFINED.—In this section
21 the term ‘foreign vessel’ has the meaning given that term
22 in section 110 of title 46, United States Code.”.

23 (b) DEADLINE FOR PUBLICATION.—The Secretary
24 shall publish a list under section 16(c)(2) of the Ports and
25 Waterways Safety Act, as amended by this section, by not

1 later than 180 days after the date of the enactment of
2 this Act.

3 (c) CONFORMING AMENDMENTS.—

4 (1) Section 13(e) of the Ports and Waterways
5 Safety Act (33 U.S.C. 1232(e)) is amended by strik-
6 ing “section 9” and inserting “sections 9 and 16”.

7 (2) Section 4(b)(2) of the Ports and Waterways
8 Safety Act (33 U.S.C. 1223(b)(2)) is amended by
9 striking “section 9” and inserting “section 9 or 16”.

10 **TITLE III—ADDITIONAL AU-**
11 **THORITIES TO PREVENT CEN-**
12 **SORSHIP ACTIVITIES IN IRAN**

13 **SEC. 301. REPORT ON IMPLEMENTATION OF SANCTIONS**
14 **AGAINST THE ISLAMIC REPUBLIC OF IRAN**
15 **BROADCASTING.**

16 (a) IN GENERAL.—Not later than 90 days after the
17 date of the enactment of this Act, the Secretary of State
18 shall submit to Congress a report on the following:

19 (1) The current status of availability of the Is-
20 lamic Republic of Iran Broadcasting (IRIB) on
21 international satellites, entities that facilitate its op-
22 eration by providing services or equipment, and the
23 technical means that it engages in jamming.

24 (2) The instances, since January 1, 2012, in
25 which the IRIB engaged in activities that violated

1 Article 19 of the International Covenant on Civil
2 and Political Rights, including broadcasting forced
3 confessions and hate speech against minorities.

4 (3) The instances, since January 1, 2012, in
5 which international broadcasting programs origi-
6 nating from the United States and Europe have
7 been subject to disruption in Iran, with relevant de-
8 tails such as which programs were disrupted, avail-
9 able location information on the origin of the disrup-
10 tion, and the extent of the disruption.

11 (b) COORDINATION.—In developing the report re-
12 quired by subsection (a), the Secretary of State shall co-
13 ordinate with the Broadcasting Board of Governors, the
14 Secretary of the Treasury, and the heads of other relevant
15 Federal departments and agencies.

16 (c) PUBLIC AVAILABILITY.—All unclassified portions
17 of the report required by subsection (a) shall be made pub-
18 licly available on the Internet web site of the Department
19 of State.

20 **SEC. 302. LIST OF PERSONS WHO ARE HIGH-RISK RE-EX-**
21 **PORTERS OF SENSITIVE TECHNOLOGIES.**

22 (a) IN GENERAL.—Not later than 90 days after the
23 date of the enactment of this Act, and every 90 days there-
24 after, the Secretary of Commerce, in conjunction with the
25 Secretary of State and the Secretary of the Treasury, shall

1 make publicly available and update as appropriate a list
2 of persons who are high-risk re-exporters of sensitive tech-
3 nologies in order to seek to ensure that the Government
4 of Iran or an entity owned or controlled by that Govern-
5 ment is unable to obtain sensitive technologies through the
6 re-export of such sensitive technologies by third-party
7 intermediaries.

8 (b) DEFINITION.—In this section, the term “sensitive
9 technology” has the meaning given that term in section
10 106 of the Comprehensive Iran Sanctions, Accountability,
11 and Divestment Act of 2010 (22 U.S.C. 8515).

12 **SEC. 303. SENSE OF CONGRESS ON PROVISION OF INTER-**
13 **CEPT TECHNOLOGIES TO IRAN.**

14 It is the sense of Congress that—

15 (1) those that provide intercept technologies
16 that limit freedom of speech or expression to the
17 Government of Iran should be held accountable for
18 the repression of the Iranian people; and

19 (2) no person should use an existing contract
20 with the Government of Iran as a justification to
21 continue to supply intercept technologies to the Gov-
22 ernment of Iran for purposes of restricting the free
23 flow of information.

1 **SEC. 304. SENSE OF CONGRESS ON AVAILABILITY OF CON-**
2 **SUMER COMMUNICATION TECHNOLOGIES IN**
3 **IRAN.**

4 It is the sense of Congress that—

5 (1) the Department of State should encourage
6 the free flow of information in Iran to counter the
7 Government of Iran’s repression of its own people;
8 and

9 (2) in order to facilitate the free flow of infor-
10 mation in Iran, the Department of State should pro-
11 mote the availability of certain consumer commu-
12 nication technologies to Iranian civil society and the
13 Iranian people.

14 **SEC. 305. EXPEDITED CONSIDERATION OF REQUESTS FOR**
15 **AUTHORIZATION OF TRANSFER OF GOODS**
16 **AND SERVICES TO IRAN TO FACILITATE THE**
17 **ABILITY OF IRANIAN PERSONS TO FREELY**
18 **COMMUNICATE.**

19 (a) IN GENERAL.—Section 413 of the Iran Threat
20 Reduction and Syria Human Rights Act of 2012 (22
21 U.S.C. 8753) is amended—

22 (1) by redesignating subsection (e) as sub-
23 section (f); and

24 (2) by inserting after subsection (d) the fol-
25 lowing new subsection:

1 “(e) RULE OF CONSTRUCTION.—The expedited proc-
 2 ess for the consideration of complete requests for author-
 3 ization to engage in the activities described in subsection
 4 (a) shall be construed to also apply to the transfer of
 5 goods and services to Iran to facilitate the ability of Ira-
 6 nian persons to freely communicate, obtain information,
 7 and access the Internet and other communications sys-
 8 tems.”.

9 (b) EFFECTIVE DATE.—The amendments made by
 10 subsection (a) take effect on the date of the enactment
 11 of this Act and apply with respect to requests described
 12 in section 413 of the Iran Threat Reduction and Syria
 13 Human Rights Act of 2012, as so amended, that are sub-
 14 mitted to the Office of Foreign Assets Control on or after
 15 such date of enactment.

16 **TITLE IV—REPORTS AND OTHER** 17 **MATTERS**

18 **SEC. 401. NATIONAL STRATEGY ON IRAN.**

19 (a) NATIONAL STRATEGY REQUIRED.—The Presi-
 20 dent shall develop a strategy, to be known as the “Na-
 21 tional Strategy on Iran”, that provides strategic guidance
 22 for activities that support the objective of addressing the
 23 threats posed by Iran.

24 (b) ANNUAL REPORT.—Not later than 180 days after
 25 the date of the enactment of this Act or January 30, 2014,

1 whichever occurs first, and every January 30 thereafter,
2 the President shall submit to the appropriate congres-
3 sional committees the National Strategy on Iran required
4 under subsection (a).

5 (c) MATTERS TO BE INCLUDED.—The report re-
6 quired under subsection (b) shall include, at a minimum,
7 the following:

8 (1) A description of Iran’s grand strategy and
9 security strategy, including strategic objectives, and
10 the security posture and objectives of Iran.

11 (2) A description of the United States strategy
12 to—

13 (A) address and counter the capabilities of
14 Iran’s conventional forces and Iran’s unconven-
15 tional forces;

16 (B) disrupt and deny Iranian efforts to de-
17 velop or augment capabilities related to nuclear,
18 unconventional, and missile forces development;

19 (C) address the Government of Iran’s eco-
20 nomic strategy to enable the objectives de-
21 scribed in this subsection;

22 (D) exploit key vulnerabilities; and

23 (E) combat Iranian efforts to suppress
24 Internet freedom, including actions of the
25 United States to—

- 1 (i) work to promote expanded Internet
- 2 access for democracy activists in Iran;
- 3 (ii) add a public diplomacy page to
- 4 the United States' virtual embassy in Iran;
- 5 and
- 6 (iii) leverage multilateral organiza-
- 7 tions committed to Internet connectivity in
- 8 Iran.

9 (3) An implementation plan for the United
10 States strategy described in paragraph (2).

11 (d) FORM.—The report required under subsection (b)
12 shall be submitted in unclassified form to the greatest ex-
13 tent possible, but may include a classified annex, if nec-
14 essary.

15 (e) APPROPRIATE CONGRESSIONAL COMMITTEES.—
16 In this section, the term “appropriate congressional com-
17 mittees” means—

- 18 (1) the Committee on Foreign Affairs, the
- 19 Committee on Armed Services, the Committee on Fi-
- 20 nancial Services, the Committee on Ways and
- 21 Means, and the Permanent Select Committee on In-
- 22 telligence of the House of Representatives; and
- 23 (2) the Committee on Foreign Relations, the
- 24 Committee on Armed Services, the Committee on
- 25 Banking, Housing, and Urban Affairs, the Com-

1 mittee on Finance, and the Permanent Select Com-
2 mittee on Intelligence of the Senate.

3 **SEC. 402. REPORT ON IRANIAN NUCLEAR AND ECONOMIC**
4 **CAPABILITIES.**

5 (a) IN GENERAL.—Not later than 60 days after the
6 date of the enactment of this Act, the President shall sub-
7 mit to the appropriate congressional committees a report
8 on the following:

9 (1) An estimate of the timeline for Iranian ca-
10 pabilities to develop nuclear weapons, including—

11 (A) an estimate of the period of time it
12 would take Iran to produce enough weapons-
13 grade uranium for a single implosion-type nu-
14 clear weapon, taking into account all known rel-
15 evant technical data;

16 (B) an estimate of the period of time it
17 would take Iran to produce sufficient separated
18 plutonium for a single nuclear weapon;

19 (C) a description of the assumptions un-
20 derlying the estimates referred to in subpara-
21 graphs (A) and (B), and any information about
22 developments that might alter or otherwise af-
23 fect those assumptions;

1 (D) an estimate of the date by which the
2 periods of time referred to in subparagraphs
3 (A) and (B) will be less than 45 days; and

4 (E) a description of any efforts by the
5 United States to increase the frequency of in-
6 spections by the International Atomic Energy
7 Agency of nuclear facilities in Iran.

8 (2) An assessment of Iranian strategy and ca-
9 pabilities relating to development of nuclear weap-
10 ons, including—

11 (A) a summary and analysis of current nu-
12 clear weapons capabilities;

13 (B) an estimate of the amount and sources
14 of funding expended by, and an analysis of pro-
15 curement networks utilized by, Iran to develop
16 its nuclear weapons capabilities;

17 (C) a summary of the capabilities of Iran's
18 unconventional weapons and Iran's ballistic
19 missile forces and Iran's cruise missile forces;

20 (D) a detailed analysis of the effectiveness
21 of Iran's unconventional weapons and Iran's
22 ballistic missile forces and Iran's cruise missile
23 forces as delivery systems for a nuclear device;

24 (E) a description of all efforts of Iran to
25 design and develop a nuclear weapon, including

1 efforts to design or fit warheads, and any other
2 possible military dimensions of the nuclear pro-
3 gram of Iran; and

4 (F) an analysis of the procurement net-
5 work, including the amount and sources of
6 funding expended by Iran on programs to de-
7 velop a nuclear weapons capability.

8 (3) Projected economic effects of international
9 sanctions on Iran, including—

10 (A) an estimate of the capital accounts,
11 current accounts, and amounts of foreign ex-
12 change reserves (including access to foreign ex-
13 change reserves) of the Government of Iran,
14 and other leading indicators of the status of the
15 economy of Iran;

16 (B) an estimate of timelines with respect
17 to macroeconomic viability of Iran, including
18 the time by which the Government of Iran will
19 exhaust its foreign exchange reserves;

20 (C) an estimate of the date by which the
21 reserves of the Central Bank of Iran will be in-
22 sufficient for the Government of Iran to avoid
23 a severe balance of payments crisis that pre-
24 vents it from maintaining a functioning econ-
25 omy, including—

1 (i) the inflation rate, exchange rates,
2 unemployment rate, and budget deficits in
3 Iran; and

4 (ii) other leading macroeconomic indi-
5 cators used by the International Monetary
6 Fund, professional rating agencies, and
7 other credible sources to assess the eco-
8 nomic health of a country;

9 (D) a description of the assumptions un-
10 derlying the estimate referred to in paragraph
11 (3) and an indication of how changes in each of
12 those assumptions could affect the estimate;

13 (E) an assessment of the effect of sanc-
14 tions imposed with respect to Iran on moving
15 forward the date referred to in subparagraph
16 (C); and

17 (F) a description of actions taken by the
18 Government of Iran to delay the date referred
19 to in subparagraph (C).

20 (b) UPDATE.—The President shall submit to the ap-
21 propriate congressional committees an update of the re-
22 port required by subsection (a) every 60 days after the
23 date of submission of the report that includes any perti-
24 nent developments to Iranian nuclear or economic capa-
25 bilities.

1 (c) FORM.—The report required under subsection (a)
2 and the update required under subsection (b) shall be sub-
3 mitted in unclassified form to the greatest extent possible,
4 but may include a classified annex, if necessary.

5 (d) DEFINITIONS.—In this section:

6 (1) APPROPRIATE CONGRESSIONAL COMMIT-
7 TEES.—The term “appropriate congressional com-
8 mittees” means—

9 (A) the Committee on Foreign Affairs, the
10 Committee on Armed Services, the Committee
11 on Financial Services, the Committee on Ways
12 and Means, and the Permanent Select Com-
13 mittee on Intelligence of the House of Rep-
14 resentatives; and

15 (B) the Committee on Foreign Relations,
16 the Committee on Armed Services, the Com-
17 mittee on Banking, Housing, and Urban Af-
18 fairs, the Committee on Finance, and the Select
19 Committee on Intelligence of the Senate.

20 (2) NUCLEAR EXPLOSIVE DEVICE.—The term
21 “nuclear explosive device” means any device, wheth-
22 er assembled or disassembled, that is designed to
23 produce an instantaneous release of an amount of
24 nuclear energy from special nuclear material that is
25 greater than the amount of energy that would be re-

1 leased from the detonation of one pound of trinitro-
2 toluene (TNT).

3 **SEC. 403. REPORT ON PLAUSIBILITY OF EXPANDING SANC-**
4 **TIONS ON IRANIAN OIL.**

5 (a) IN GENERAL.—Not later than 180 days after the
6 date of the enactment of this Act, the President shall sub-
7 mit to the appropriate congressional committees a report
8 assessing the following:

9 (1) Whether petroleum and petroleum products
10 originating in and exported from Iran are refined
11 and sold outside of Iran.

12 (2) Whether products that contain Iranian-ori-
13 gin petroleum or petroleum products as part of their
14 contents are imported into the United States and, if
15 any such products are imported into the United
16 States, whether such importation violates the ban on
17 importation into the United States of Iranian-origin
18 petroleum or petroleum products.

19 (3) Whether it is feasible to ban the importa-
20 tion into the United States of products described in
21 paragraph (2), regardless of whether the ban on im-
22 portation into the United States of Iranian-origin
23 petroleum or petroleum products applies to such
24 products.

1 (b) BASIS OF REPORT.—The report required under
2 subsection (a) may be based on publicly-available informa-
3 tion and classified information. The information that is
4 not classified information shall be made publically avail-
5 able.

6 (c) APPROPRIATE CONGRESSIONAL COMMITTEES.—
7 In this section, the term “appropriate congressional com-
8 mittees” means—

9 (1) the Committee on Foreign Affairs, the
10 Committee on Financial Services, and the Com-
11 mittee on Ways and Means of the House of Rep-
12 resentatives; and

13 (2) the Committee on Foreign Relations, the
14 Committee on Banking, Housing, and Urban Af-
15 fairs, and the Committee on Finance of the Senate.

16 **SEC. 404. GAO REPORT ON IRANIAN STRATEGY TO EVADE**
17 **CURRENT SANCTIONS AND OTHER MATTERS.**

18 Not later than 90 days after the date of the enact-
19 ment of this Act, the Comptroller General of the United
20 States shall submit to Congress a report that—

21 (1) evaluates the strategy of the Government of
22 Iran to evade current economic and financial sanc-
23 tions; and

24 (2) specifically evaluates the ability of Iran to
25 successfully diversify its economy beyond its energy

1 sector, thereby lessening the impact and effective-
2 ness of economic and financial sanctions.

3 **SEC. 405. AUTHORITY TO CONSOLIDATE REPORTS RE-**
4 **QUIRED UNDER IRAN SANCTIONS LAWS.**

5 (a) IN GENERAL.—Any or all reports required to be
6 submitted to Congress under the provisions of law de-
7 scribed in subsection (c) that are subject to a deadline for
8 submission consisting of the same unit of time may be con-
9 solidated into a single report that is submitted to Congress
10 pursuant to such deadline.

11 (b) EXCEPTION.—Subsection (a) shall not apply with
12 respect to the initial report of any report described in sub-
13 section (a).

14 (c) PROVISIONS OF LAW DESCRIBED.—The provi-
15 sions of law referred to in this section are the following:

16 (1) This Act and the amendments made by this
17 Act.

18 (2) The Iran Freedom and Counter-Prolifera-
19 tion Act of 2012 (22 U.S.C. 8801 et seq.).

20 (3) The Iran Threat Reduction and Syria
21 Human Rights Act of 2012 (22 U.S.C. 8701 et
22 seq.).

23 (4) The Comprehensive Iran Sanctions, Ac-
24 countability, and Divestment Act of 2010 (22 U.S.C.
25 8501 et seq.).

1 (d) EFFECTIVE DATE.—This section takes effect on
2 the date of the enactment of this Act and applies with
3 respect to reports required to be submitted to Congress
4 under the provisions of law described in subsection (c) on
5 or after such date of enactment.

6 **SEC. 406. AMENDMENTS TO DEFINITIONS UNDER IRAN**
7 **SANCTIONS ACT OF 1996 AND IRAN THREAT**
8 **REDUCTION AND SYRIA HUMAN RIGHTS ACT**
9 **OF 2012.**

10 (a) IRAN SANCTIONS ACT OF 1996.—Section
11 14(4)(B) of the Iran Sanctions Act of 1996 (Public Law
12 104–172; 50 U.S.C. 1701 note) is amended by striking
13 “may include, in the discretion of the President” and in-
14 serting “includes”.

15 (b) IRAN THREAT REDUCTION AND SYRIA HUMAN
16 RIGHTS ACT OF 2012.—Section 211 of the Iran Threat
17 Reduction and Syria Human Rights Act of 2012 (22
18 U.S.C. 8721) is amended by adding at the end the fol-
19 lowing new subsection:

20 “(f) DEFINITION.—In this section, the term ‘appro-
21 priate congressional committees’ includes the Committee
22 on Transportation and Infrastructure of the House of
23 Representatives and the Committee on Commerce,
24 Science, and Transportation of the Senate.”.

1 **SEC. 407. RULE OF CONSTRUCTION.**

2 Nothing in this Act or any amendment made by this
3 Act shall be construed to apply with respect to—

4 (1) any activity relating to a project described
5 in subsection (a) of section 603 of the Iran Threat
6 Reduction and Syria Human Rights Act of 2012 (22
7 U.S.C. 8783) to which the exception under that sec-
8 tion applies at the time of the activity; or

9 (2) any authorized intelligence activity of the
10 United States.

11 **SEC. 408. IMPLEMENTATION; PENALTIES.**

12 (a) IMPLEMENTATION.—The President may exercise
13 all authorities provided under sections 203 and 205 of the
14 International Emergency Economic Powers Act (50
15 U.S.C. 1702 and 1704) to carry out this Act and the
16 amendments made by this Act.

17 (b) PENALTIES.—The penalties provided for in sub-
18 sections (b) and (c) of section 206 of the International
19 Emergency Economic Powers Act (50 U.S.C. 1705) shall
20 apply to a person that violates, attempts to violate, con-
21 spires to violate, or causes a violation of this Act or any
22 amendment made by this Act or regulations prescribed
23 under this Act to the same extent that such penalties
24 apply to a person that commits an unlawful act described
25 in section 206(a) of the International Emergency Eco-
26 nomic Powers Act (50 U.S.C. 1705(a)).

1 **SEC. 409. SEVERABILITY.**

2 (a) IN GENERAL.—If any provision of this Act, or
3 the application of such provision to any person or cir-
4 cumstance, is found to be unconstitutional, the remainder
5 of this Act, or the application of that provision to other
6 persons or circumstances, shall not be affected.

7 (b) EFFECTIVE DATE UNDER SECTION 214.—If sub-
8 section (d) of section 214 is found to be unconstitutional
9 in accordance with subsection (a), the amendments made
10 by such section 214 take effect on the date of the enact-
11 ment of this Act and apply with respect to transactions
12 entered into on or after such date of enactment.

Passed the House of Representatives July 31, 2013.

Attest:

KAREN L. HAAS,

Clerk.